



REPLY TO
ATTENTION OF

DEPARTMENT OF THE ARMY
SAN FRANCISCO DISTRICT, U.S. ARMY CORPS OF ENGINEERS
1455 MARKET STREET
SAN FRANCISCO, CALIFORNIA 94103-1398

April 23, 2010

Programs & Project Management Division

Mr. Tom Gandesbery
State Coastal Conservancy
1330 Broadway, Suite 1100
Oakland, CA 94612-2530

Subject: Request for Local Sponsor's FY10 funds, Sonoma Baylands Wetland Demonstration Project

Dear Mr. Gandesbery:

I am writing to you regarding the Sonoma Baylands Wetland Demonstration Project annual monitoring requirement. The Corps has been performing annual monitoring of the Project in accordance with the Sonoma Baylands Wetland Demonstration Project Monitoring Plan, dated October 1996. The Plan requires that we continue to monitor the site until the District Engineer certifies in writing that either all the success criteria in the Monitoring Plan have been met or the Local Sponsor and the Government mutually agree that monitoring and remediation of the Project is no longer required. In addition, Article II.C.4 of the Project Cooperation Agreement (PCA), Conservancy Agreement No. 93-047, requires that 25 percent of project monitoring be cost shared by the Local Sponsor.

Since 1999, the Corps has used Oakland Harbor Operations and Maintenance funds to accomplish the necessary site monitoring. As of the end of FY 2009, we will have expended a total of \$1,944,875.93. For FY 2010, we estimate that we will need an additional \$180,000 to award the next monitoring contract and provide administrative oversight. The total cost of monitoring including FY 2010 estimated costs is \$2,124,875.93. At 25 percent cost share, the total amount that the Conservancy is required to contribute is \$531,218.98.

The Conservancy has already contributed a total of \$308,284.28 since monitoring began in 1999. Of that amount, \$212,000 was provided in cash directly to the Corps with the remaining balance of \$96,284.28 representing funds we recently received from closure of the escrow account. Subtracting \$308,284.28 from the total required contribution of \$531,218.98 leaves a balance of \$222,934.70 owed by the Conservancy to bring the cost share up to date. Please refer to the enclosed spreadsheet for a complete breakdown of expenses by fiscal year.

CESPN-PPMD

SUBJECT: Request for Local Sponsor's FY08 funds

In order to bring the cost share up to date, we are requesting that the Conservancy provide funds in the amount of **\$222,934.70**. Please make your check payable to the Finance and Accounting Office, USAED San Francisco District. The check should be mailed to the attention of Al Paniccia, U.S. Army Corps of Engineers, San Francisco District, 1455 Market Street, Suite 1634F, San Francisco, CA 94103-1398.

We will continue to make every effort to keep you informed of our monitoring activities and to provide you with timely financial reports as required by the PCA. If you have any questions, please do not hesitate to contact my project manager, Al Paniccia at (415) 503-6735 or e-mail Al.Paniccia@usace.army.mil.

Sincerely,



Arijs Rakstins
Deputy District Engineer
For Project Management

Enclosure

SONOMA BAYLANDS WETLANDS DEMONSTRATION PROJECT			
Annual Monitoring Costs (O&M Funds)			
FY	Combined Funds		
	Fed Funds	Non Fed Funds	Total
FY99	\$ 136,222.47	\$ 43,474.15	\$ 179,696.62
FY00	\$ 137,980.01	\$ -	\$ 137,980.01
FY01	\$ 181,628.95	\$ -	\$ 181,628.95
FY02	\$ 148,178.67	\$ -	\$ 148,178.67
FY03	\$ 139,416.95	\$ -	\$ 139,416.95
FY04	\$ 305,822.70	\$ -	\$ 305,822.70
FY05	\$ 177,318.35	\$ -	\$ 177,318.35
FY06	\$ 194,841.30	\$ -	\$ 194,841.30
FY07	\$ 19,020.99	\$ 161,659.16	\$ 180,680.15
FY08	\$ 124,661.31	\$ -	\$ 124,661.31
FY09	\$ 174,650.92	\$ -	\$ 174,650.92
FY10*	\$ 180,000.00	\$ -	\$ 180,000.00
FY11*	\$ -	\$ -	\$ -
Totals:	\$ 1,919,742.62	\$ 205,133.31	\$ 2,124,875.93
<i>*FY10 & FY11 are estimated.</i>			
Funds Summary			
Total Costs:		\$	2,124,875.93
25% of Total:		\$	531,218.98
Non-Fed Funds Previously Received:		\$	212,000.00
Non-Fed Funds Escrow Close-out:		\$	96,284.28
Difference:		\$	222,934.70